TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE

FISCAL NOTE



SB 2858 - HB 3236

February 9, 2012

SUMMARY OF BILL: Effective July 1, 2012, prohibits the issuance or renewal of the commercial driver license (CDL) of a person who is required to register as a sex offender under state or federal law.

ESTIMATED FISCAL IMPACT:

Decrease State Revenue - \$3,500/FY12-13 through FY16-17 \$200/FY17-18 and Subsequent Years

Increase State Expenditures - \$2,400/FY12-13

Assumptions:

- According to the Department of Safety (DOS), there are currently 194,650 persons with CDLs of which 417 are on the sex offender registry. With a standard five-year renewal cycle, approximately 83 drivers per year for the next five years would not be allowed to renew their CDL license. The average renewal cost is \$40, resulting in a recurring loss of revenue of \$3,320 (\$40 x 83 drivers) each year for the next five years.
- DOS assumes that four applicants per year would fail to qualify for a CDL, resulting in a loss of revenue of \$160 per year (\$40 x 4 applicants).
- Total recurring decrease in revenue is \$3,480 (\$3,320 + \$160).
- According to DOS, there would be one-time costs of \$2,395 to make the necessary revisions to the existing licensing system.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

Lucian D. Geise, Executive Director

/lsc